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8 **UNITED STATES DISTRICT COURT**
9 **SOUTHERN DISTRICT OF CALIFORNIA**
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11 ELENITA H. MONDARES,

12 Plaintiff,

13 v.

14 KAISER FOUNDATION HOSPITAL, et
al.,

15 Defendants.
16

Case No. 10cv02676 BTM (WVG)

**ORDER GRANTING DEFENDANTS'
MOTION FOR SUMMARY
JUDGMENT**

17 Defendants Kaiser Foundation Hospitals ("KFH"), Southern California Permanente
18 Medical Group ("SCPMG"), and Deborah Revier ("Revier") (collectively, "Defendants") have
19 filed a motion for summary judgment. For the reasons discussed below, the Court **GRANTS**
20 the motion for summary judgment.
21

22 **I. FACTUAL BACKGROUND**

23 Plaintiff Elenita H. Mondares ("Plaintiff") began working at SCPMG as a Laboratory
24 Assistant in May 1999. Part of her duties as Laboratory Assistant included drawing blood
25 and processing specimens. She was subsequently promoted to Clinical Laboratory Scientist
26 ("CLS") in September 2002, a position that she held until her termination on November 13,
27 2007. During the entire time she was employed as a CLS at SCPMG, Plaintiff was a
28 member of the trade union United Food and Commercial Workers, Local 135.

1 Plaintiff usually worked the weekend graveyard shift at a 24-hour laboratory, from
2 10:00 p.m. on Saturday night until about 8:00 a.m. on Sunday morning, and then again on
3 Sunday night until Monday morning. Depending on the time of day, Plaintiff reported either
4 to the morning supervisor, Defendant Deborah Revier, or the afternoon supervisor, Diane
5 Giles. Ms. Giles and Defendant Revier both reported to Laboratory Director Linda Mercurio.
6 Plaintiff has testified, and Defendants have not disputed, that Ms. Mercurio, Ms. Giles, and
7 Defendant Revier are all Caucasian. Plaintiff has stated that she is Asian/Filipino.

8 As a CLS, Plaintiff was primarily responsible for performing tests for clinical laboratory
9 procedures on patient specimens such as blood and urine, and reporting test results. Such
10 tests are done in various departments in the laboratory, including Hematology, Urinalysis,
11 and Chemistry. Plaintiff was also responsible for checking the laboratory equipment and
12 making reagents and quality control materials for use in the laboratory. Reagents are
13 chemicals used to conduct the different tests. Quality control materials are used to test the
14 validity of the reagents being used. While Plaintiff was technically required to run a quality
15 control check on each batch of reagent she prepared, she has alleged that the informal
16 procedure established at the laboratory was that if someone did not have enough time to run
17 the control, he or she would write on the container and/or communicate to the person
18 starting the next shift that the control had not been run on the batch of reagent.

19 In February 2007, Plaintiff was issued a "Level 4 Corrective Action" for an incident in
20 October 2006 in which SCMPG determined that she had issued the wrong type of blood for
21 an infant,¹ although Plaintiff denies this. There is insufficient evidence in the record
22 regarding a five-level disciplinary process that Defendants refer to in their statement of
23 undisputed facts. However, it is undisputed that in February 2007, Plaintiff was required to
24 sign a "Last Chance Agreement" agreeing to change her behavior or terminate her

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26 ¹Under the laboratory's policy, if a patient's blood type is unknown or has not been
27 determined, O Rh negative blood must be issued. It is undisputed that Plaintiff issued O Rh
28 positive blood. According to the disciplinary paper, Plaintiff was found to have issued O Rh
positive blood before the infant's blood type was known, see Def. Mot. for Summ. Judg., Ex.
I (ECF No. 24-5 at 33-35), although Plaintiff claims that she screened the infant and issued
the correct type of blood for the infant's blood type.

1 employment. There do not appear to have been any prior disciplinary actions against
2 Plaintiff.

3 The next disciplinary action taken against Plaintiff related to the events of October 8,
4 2007. Plaintiff was working in the Hematology/Coagulation Department. Toward the end
5 of her shift that day, Plaintiff made additional batches of the reagents Innovin, DVT, and
6 Factor 10 because she knew the laboratory was short-staffed. However, she did not have
7 time to run the quality control tests and was not authorized to work overtime. According to
8 Plaintiff, she put the bottles of reagent in the laboratory refrigerator and placed brown tape
9 around the bottles, marking the tape with her initials, the date and time, and "not QC'd" to
10 indicate that she had not run the control. She also testified at her deposition that she told
11 two Clinical Lab Scientists starting the morning shift, Ms. Vonnie Thorson and Mr. Terry
12 Moelter, that she had made the reagents but did not have time to run the quality control tests
13 on them. She did not tell Defendant Revier because Ms. Revier was not in the laboratory
14 and Plaintiff was unable to find her.

15 Defendant Revier testified at her deposition that around noon that day, another CLS
16 who had been assigned to work in the same department, Christy Donato, ran quality control
17 tests on reagents that she herself had made, which came back in the acceptable range. Ms.
18 Donato then proceeded to run patient tests and notified Defendant Revier at approximately
19 4:00 p.m. that there was a problem with the results.² Defendant Revier told Ms. Donato to
20 stop releasing the test results. They then ran a quality control test on the reagent (Innovin)
21 that Ms. Donato had been using, and the results were outside the acceptable range.
22 Defendant Revier then threw away the Innovin so it would not be used and she and Ms.
23 Donato made a new batch that they then tested for quality control. Since the new reagent
24 was in the acceptable range, they began re-running the tests for the patients whose results
25 had initially come out the same, and received different results. Defendant Revier testified
26 that she concluded that the abnormal results started occurring when Ms. Donato had begun

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28 ² Ms. Donato had been running coagulation tests (testing how long it took for patients' blood to clot), and knew there was an error because the tests were all producing the same result.

1 using the reagent that Plaintiff had left in the refrigerator. Ms. Donato told her that she had
2 not seen any label saying "Not QC'd" on the reagent Plaintiff had prepared, and was
3 eventually also disciplined through a Level 2 Corrective Action for her role in releasing the
4 erroneous test results. Defendant Revier stated in a separate declaration that after re-
5 running all the tests, it was discovered that at least one patient had a critical value³ test result
6 that usually requires immediate hospitalization and other patients had critical values that
7 require immediate physician notification. Revier Decl. at 3 (ECF No. 24-7). Plaintiff
8 disputes all of the above, but has not offered any evidence in contradiction.

9 Two days later, on October 10, Plaintiff received a phone call from Diane Giles, the
10 night-shift CLS laboratory supervisor, who asked if Plaintiff had made the reagents on that
11 shift and whether she had run the quality control tests. Plaintiff explained what happened,
12 and inquired why Ms. Giles was asking, and Ms. Giles told her that there was a problem
13 regarding the test results for 100 patients.

14 Then, on October 15, Ms. Mercurio called Plaintiff and told her that she wanted to
15 meet with Plaintiff and her union representative later that morning to discuss the incident.
16 At the meeting, before the union representative arrived, Ms. Mercurio asked Plaintiff to
17 explain what happened on the morning of October 8, which she did voluntarily. Defendant
18 Revier then joined the meeting upon Ms. Mercurio's request, and told Plaintiff that she had
19 made the reagent incorrectly. At the end of the meeting, Ms. Mercurio placed Plaintiff on
20 paid suspension and told her that she would investigate the matter.

21 On November 2, 2007, Plaintiff and her union representative met with Ms. Giles and
22 another CLS supervisor Diane Johnson as part of the investigation, and Plaintiff explained
23 again what had happened. Finally, on November 13, 2007, Plaintiff and her union
24 representative met again with Ms. Giles and Ms. Johnson, and Plaintiff was told that her
25 employment was being terminated. She was also given a form setting forth the reasons for
26 her termination, which included the determination that she made reagent incorrectly with
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28 ³ "Critical values" refer to when patient test results are outside of the designated normal range. The CLS is responsible for reporting such results to the patient's physician.

1 potentially serious results for the patients, as well as citing to the prior Level 4 Corrective
2 Action. See Def. Mot. Summ. Judg., Ex. L (ECF No. 24-5 at 50). It also states that during
3 the course of the investigation, management also discovered that on September 17, 2007,
4 Plaintiff had failed to run a critical value list at the end of her shift and did not call a patient's
5 critical value in to a physician. See id.

6 Plaintiff's Second Amended Complaint ("SAC") alleges causes of action for (1)
7 employment discrimination based on race in violation of Cal. Gov't Code § 12940; (2)
8 employment discrimination based on age in violation of Cal. Gov't Code § 12940; (3)
9 wrongful termination in violation of public policy; (4) intentional infliction of emotional distress;
10 (5) negligent infliction of emotional distress; (6) breach of contract; (7) breach of implied
11 contract to terminate only for good cause; (8) breach of the covenant of good faith and fair
12 dealing; and (9) defamation of character.

13 On March 20, 2012, Defendant filed its motion for summary judgment, or, in the
14 alternative, partial summary judgment.

15 16 **II. SUMMARY JUDGMENT STANDARD**

17 Summary judgment is appropriate under Rule 56 of the Federal Rules of Civil
18 Procedure if the moving party demonstrates the absence of a genuine issue of material fact
19 and entitlement to judgment as a matter of law. Celotex Corp. v. Catrett, 477 U.S. 317, 322
20 (1986). A fact is material when, under the governing substantive law, it could affect the
21 outcome of the case. Anderson v. Liberty Lobby, Inc., 477 U.S. 242, 248 (1986); Freeman
22 v. Arpaio, 125 F.3d 732, 735 (9th Cir. 1997). A dispute is genuine if a reasonable jury could
23 return a verdict for the nonmoving party. Anderson, 477 U.S. at 248.

24 A party seeking summary judgment always bears the initial burden of establishing the
25 absence of a genuine issue of material fact. Celotex, 477 U.S. at 323. The moving party
26 can satisfy this burden in two ways: (1) by presenting evidence that negates an essential
27 element of the nonmoving party's case; or (2) by demonstrating that the nonmoving party
28 failed to establish an essential element of the nonmoving party's case on which the

1 nonmoving party bears the burden of proving at trial. Id. at 322-23. "Disputes over irrelevant
2 or unnecessary facts will not preclude a grant of summary judgment." T.W. Elec. Serv., Inc.
3 v. Pacific Elec. Contractors Ass'n, 809 F.2d 626, 630 (9th Cir. 1987).

4 Once the moving party establishes the absence of genuine issues of material fact, the
5 burden shifts to the nonmoving party to set forth facts showing that a genuine issue of
6 disputed fact remains. Celotex, 477 U.S. at 314. The nonmoving party cannot oppose a
7 properly supported summary judgment motion by "rest[ing] on mere allegations or denials
8 of his pleadings." Anderson, 477 U.S. at 256. When ruling on a summary judgment motion,
9 the court must view all inferences drawn from the underlying facts in the light most favorable
10 to the nonmoving party. Matsushita Elec. Indus. Co. v. Zenith Radio Corp., 475 U.S. 574,
11 587 (1986).

12 13 **III. DISCUSSION**

14 Defendants move for summary judgment on all of Plaintiff's claims. As discussed
15 below, the Court finds that Plaintiff has failed to raise a triable issue of material fact with
16 respect to her claims and therefore grants summary judgment in favor of Defendants.

17 18 **A. Defendant KFH**

19 Defendants argue that Defendant KFH should be dismissed because all of Plaintiff's
20 claims against it presume that KFH was Plaintiff's employer, which it was not. The Court
21 agrees. Plaintiff's claims all relate to the events surrounding the termination of her
22 employment. She has offered no direct evidence that anyone formally working for KFH was
23 involved in the decision-making process leading to her termination, or even in her day-to-day
24 employment prior to termination, so the only way that she may state any of her claims as
25 against KFH is if SCPMG and KFH are one enterprise under the "integrated enterprise" test
26 articulated in Laird v. Capital Cities/ABC, Inc., 68 Cal. App. 4th 727, 80 Cal. Rptr. 2d 454
27 (1998). But as the court in Laird noted:

28 An employee who seeks to hold a parent corporation liable for the acts or
omissions of its subsidiary on the theory that the two corporate entities

1 constitute a single employer has a heavy burden to meet under both California
2 and federal law. Corporate entities are presumed to have separate
3 existences, and the corporate form will be disregarded only when the ends of
justice require this result. In particular, there is a strong presumption that a
parent company is not the employer of its subsidiary's employees.

4 Id. at 737 (citations omitted, emphasis added). Because the evidence on the record is not
5 clear as to the corporate relationship between KFH and SCPMG, the Court will treat KFH for
6 the purpose of the analysis as the parent of SCPMG, although the analysis holds even if
7 KFH and SCPMG are otherwise affiliated.

8 The "integrated enterprise" test has four factors: interrelation of operations, common
9 management, centralized control of labor relations, and common ownership or financial
10 control. Id. However, "common ownership or control alone is never enough to establish
11 parent liability." Id. at 738 (citing Frank v. U.S. West, Inc., 3 F.3d 1357, 1364 (10th Cir.
12 1993)). Plaintiff must show that KFH controlled SCPMG's day-to-day employment decisions,
13 or otherwise exercised control over SCPMG "to a degree that exceeds the control normally
14 exercised by a parent corporation." See id. Plaintiff has fallen far short of this burden,
15 relying only on a single unrelated NLRB case in which KFH and SCPMG were both listed as
16 employers pursuant to a stipulated election agreement, a printout from Kaiser Permanente's
17 website giving a generic description of its business operations, stray references *by counsel*
18 to "Kaiser" as Plaintiff's employer during her deposition, and Defendant Revier's
19 acknowledgment that KFH was "part of the entity" where she works. See Pl. Opp. Mot.
20 Summ. Judg. (ECF No. 25) at 8-9. Therefore, the Court **DISMISSES** all claims against KFH.

21 22 **B. Race/Age Discrimination**

23 California's Fair Employment and Housing Act (FEHA) makes it unlawful for an
24 employer to discriminate or harass on the basis of race or age. Cal. Gov't. Code § 12940(a),
25 (h)(1). "In applying FEHA, federal and state courts have employed the shifting burden of
26 proof applied to Title VII discrimination claims as established in McDonnell Douglas Corp.
27 v. Green, 411 U.S. 792, 802 (1973)." Maurey v. Univ. of S. California, 87 F. Supp. 2d 1021,
28 1038 (C.D. Cal. 1999). Under McDonnell Douglas, the employee bears the initial burden of

1 establishing a *prima facie* case of intentional discrimination on the basis of his membership
2 in one of the protected classes. 411 U.S. at 802. The burden then shifts to the employer
3 to articulate a legitimate, non-discriminatory reason for the adverse employment action. Id.
4 If the employer articulates such a reason, the plaintiff can prevail only if he or she can prove
5 that the articulated reason was pretextual and that the discrimination based on race or age
6 was a substantial factor in defendant's adverse employment action. See id. at 804.

7 To establish a *prima facie* case of intentional discrimination, Plaintiff must
8 demonstrate "actions taken by the employer from which one can infer, if such actions remain
9 unexplained, that it is more likely than not that such actions were based on a prohibited
10 discriminatory criterion." Guz v. Bechtel Nat. Inc., 24 Cal. 4th 317, 355, 8 P.3d 1089, 1113
11 (2000) (internal quotations and alterations omitted). In general, plaintiffs alleging
12 discrimination under the FEHA must show that: (1) they are a member of a protected class;
13 (2) they were performing their job competently; (3) they suffered an adverse employment
14 action, in this case termination; and (4) some other circumstance suggests discriminatory
15 motive. See id.

16 Plaintiff is an Asian/Filipino female over the age of 40, and it is undisputed that she
17 is a member of a protected class for both race and age (she was 48 at the time of
18 termination). It is undisputed that her employment was terminated. Therefore, the only
19 points left in dispute are whether Plaintiff was performing her job as CLS competently and
20 whether there is any circumstantial suggestion of discriminatory motive as to race, age, or
21 both.

22 There is conflicting evidence in the record as to whether Plaintiff was performing her
23 job competently. Plaintiff has alleged that she followed laboratory procedure by marking the
24 bottles containing the reagent she had made as "not QC'd" to indicate that the reagent had
25 not undergone quality control testing. She further disputes the accuracy of the earlier
26 disciplinary action in February 2007. Because the Court must construe all inferences drawn
27 from the underlying facts in the light most favorable to Plaintiff as the nonmoving party, it
28 assumes for the purposes of summary judgment that Plaintiff was performing her job

1 competently, thus casting doubt on Defendants' proffered reasons for termination.
2 Therefore, Plaintiff has established a *prima facie* case of discrimination, and the burden
3 shifts to Defendants to articulate a legitimate, non-discriminatory reason for Plaintiff's
4 termination.

5 As long as Defendants' reasons for terminating Plaintiff were non-discriminatory, they
6 "need not necessarily have been wise or correct." Guz, 24 Cal. 4th at 358. "While the
7 objective soundness of an employer's proffered reasons supports their credibility..., the
8 ultimate issue is simply whether the employer acted with a *motive to discriminate illegally*."
9 Id. (emphasis in original). Defendants have articulated non-discriminatory reasons for
10 terminating Plaintiff based on SCPMG's determination that she had made serious mistakes
11 during her employment on multiple occasions. The legitimacy of these reasons for
12 terminating Plaintiff, regardless of the accuracy of the underlying facts, is supported by
13 ample evidence in the record that Defendants conducted an investigation into the cause of
14 the faulty reagents, as well as the earlier incident in October 2006, that indicated that Plaintiff
15 had violated procedures. The burden thus shifts back to Plaintiff to prove that these reasons
16 were merely pretextual.

17 In order to show that the reasons were pretextual, Plaintiff must do so "either directly
18 by persuading the court that a discriminatory reason more likely motivated the employer or
19 indirectly by showing that the employer's proffered explanation is unworthy of credence."
20 Zeinali v. Raytheon Co., 636 F.3d 544, 552 (9th Cir. 2011) (quoting Dawson v. Entek Int'l,
21 630 F.3d 928, 934-35 (9th Cir. 2011)).

22 Plaintiff has claimed both age and race discrimination. Aside from the fact of her
23 termination, Plaintiff has not shown any circumstances indicating that she was discriminated
24 against due to age. In fact, according to the declaration of a Human Resources employee,
25 at the time of the incident Defendant Revier was 54 years old, Ms. Mercurio was 57 years
26 old, Ms. Giles was 47 years old, Ms. Johnson was 55 years old, Mr. Moelter was 58 years
27 old, Ms. Thorson was 57 years old, and Ms. Donato was 30 years old. Rosengard Decl.
28 (ECF No. 24-8) ¶¶ 3 & 4. In other words, the only other employee disciplined for the events

1 of October 8, 2007, Ms. Donato, was the only employee *not* in the protected age class.
2 There is no other evidence in the record pointing to age discrimination, and the termination
3 alone is insufficient to present a triable issue of fact. See Guz, 24 Cal. 4th at 362 (summary
4 judgment for employer may be appropriate where “any countervailing circumstantial
5 evidence of discriminatory motive, even if it may technically constitute a *prima facie* case,
6 is too weak to raise a rational inference that discrimination occurred”). Therefore, the Court
7 finds that Defendants are entitled to summary judgment as to Plaintiff’s claim for
8 employment discrimination on the basis of age.

9 With regard to Plaintiff’s claim of race discrimination, her *prima facie* case is
10 somewhat stronger. She and Ms. Donato, the only two employees disciplined in connection
11 with the reagents incident, are both Filipino, but the remainder of the employees connected
12 to the incident are Caucasian. Nonetheless, “the evidence as a whole is insufficient to
13 permit a rational inference that the employer’s actual motive was discriminatory.” Id. at 361.
14 All Plaintiff has alleged is that the Caucasian employees connected to the incident were not
15 disciplined. However, neither of the Caucasian Clinical Laboratory Scientists on scene, Mr.
16 Moelter and Ms. Thorson, actually participated in the making of the reagent. Rather, their
17 role was limited to Plaintiff telling them that she had not run the quality control tests on the
18 extra reagent she had made. Ms. Donato, the other Filipino CLS, was the one who actually
19 ran the patient tests using the reagent and released the erroneous results, and she was
20 disciplined accordingly. Plaintiff asserts that an eye witness also saw Defendant Revier
21 running the tests with the faulty reagent, see Pl. Opp. (ECF No. 25) at 13, but there is no
22 evidence in the record to support that assertion, and even if true, would not necessarily be
23 sufficient to consider Defendant Revier similarly situated.

24 Since Plaintiff has not offered any other evidence to show that the reasons for her
25 termination were pretextual, the Court finds that Defendants are entitled to summary
26 judgment on this claim. Therefore, Court **GRANTS** Defendants’ motion with regard to
27 Plaintiff’s claims of employment discrimination on the basis of race and age.
28

1 C. Wrongful Termination

2 Plaintiff's third cause of action is for wrongful termination in violation of public policy.
3 Because this claim relies on the success of her race and age discrimination claims under
4 FEHA, see id. at 18, which claims have failed, the Court **GRANTS** Defendant's motion as
5 to Plaintiff's wrongful termination claim.

7 D. Emotional Distress

8 Plaintiff has also alleged causes of action for intentional and negligent infliction of
9 emotional distress. Such claims are preempted by the exclusive remedy provisions of the
10 workers' compensation law when an employee suffers an injury that arises out of conduct
11 normally occurring in the workplace. See Cole v. Fair Oaks Fire Protection Dist., 43 Cal. 3d
12 148, 160 (1987). However, discriminatory conduct committed by the employer is not within
13 the normal incident of employment. Thus, claims of intentional or negligent infliction of
14 emotional distress, to the extent they are based on discrimination, are not barred. See, e.g.,
15 Fretland v. County of Humboldt, 69 Cal. App. 4th 1478, 1492 (1999); Watson v. Department
16 of Rehabilitation, 212 Cal. App. 3d 1271, 1287 (1989).

17 Nonetheless, "[a] simple pleading of personnel management activity is insufficient to
18 support a claim of intentional infliction of emotional distress, even if improper motivation is
19 alleged." Janken v. GM Hughes Electronics, 46 Cal. App. 4th 55, 80, 53 Cal. Rptr. 2d 741
20 (1996). One of the necessary elements of a *prima facie* case for IIED is "extreme and
21 outrageous conduct by the defendant," see Cervantez v. J.C. Penney Co., 24 Cal 3d. 579,
22 593 (1979), and personnel management decisions do not rise to the level of such conduct.
23 Janken, 46 Cal. App. 4th at 80. Therefore, the Court finds that Defendants are entitled to
24 summary judgment on Plaintiff's claim for intentional inflection of emotional distress.

25 As to Plaintiff's claim for negligent infliction of emotional distress, "[t]he negligent
26 causing of emotional distress is not an independent tort but the tort of negligence. ... The
27 traditional elements of duty, breach of duty, causation, and damages apply." McMahon v.
28 Craig, 176 Cal. App. 4th 222, 1509, 97 Cal. Rptr. 3d 555, 560 (2009) (internal quotations and

alterations omitted). Plaintiff alleged in her Complaint that Defendants breached their duty of care: (1) to prevent unlawful discrimination against Plaintiff, (2) to avoid publishing false and/or misleading statements about her work performance, and (3) to conduct a fair, impartial, and good-faith investigation into the allegations against her. SAC ¶ 61. However, the Court has found that there was no unlawful discrimination against Plaintiff. Moreover, the evidence in the record indicates that the investigation was fair and impartial. While Plaintiff argues that Defendant Revier did not have personal knowledge of how the reagent at issue was used and did not personally make new reagents or re-run the lab tests, and that Ms. Giles did not provide Plaintiff with certain information she had requested due to HIPAA concerns, these criticisms do not have any significant impact on the overall impression that the investigation was fairly conducted. Therefore, the Court **GRANTS** Defendants' motion as to Plaintiff's claims for intentional and negligent infliction of emotional distress.

E. Breach of Contract

Plaintiff has also alleged causes of action for: (1) breach of contract, namely her employment contract stating that she could only be terminated for just cause; (2) breach of an implied contract to terminate only for good cause; and (3) breach of the covenant of good faith and fair dealing. Defendant argues that these claims are all preempted by Section 301 of the Labor Management Relations Act because they directly or indirectly implicate the collective bargaining agreement ("CBA") between SCPMG and Plaintiff's union.

Because "[a] suit for breach of a collective bargaining agreement is governed exclusively by federal law under section 301," Newberry v. Pac. Racing Ass'n, 854 F.2d 1142, 1146 (9th Cir. 1988), the Court finds that Plaintiff's sixth cause of action for breach of contract is preempted by Section 301. Moreover, because Plaintiff's eighth cause of action is for breach of the covenant of good faith and fair dealing *in relation to her employment contract*, see SAC ¶ 80, the Court finds that this claim is also preempted. Cf. Newberry, 854 F.2d at 1147-48.

Finally, Plaintiff alleges the breach of an implied contract to terminate only for good

1 cause, based on “her length of employment, as well as defendants’ actions, statements, and
2 conduct.” SAC ¶ 72. While such an implied contract may be considered nominally separate
3 from the CBA, the Ninth Circuit has recognized that any independent agreement of
4 employment is “effective only insofar as [it is] consistent with the collective agreement.” Bale
5 v. Gen. Tel. Co. of California, 795 F.2d 775, 779 (9th Cir. 1986) (finding that § 301
6 preempted state law claims); accord Stallcop v. Kaiser Found. Hospitals, 820 F.2d 1044,
7 1048 (9th Cir. 1987) (same).

8 However, even if Plaintiff were to bring a Section 301 claim against Defendants, such
9 claims may be maintained “only if the employee can prove that the union as bargaining
10 agent breached its duty of fair representation...” Stevens v. Moore Bus. Forms, Inc., 18 F.3d
11 1443, 1447 (9th Cir. 1994) (citing Vaca v. Sipes, 386 U.S. 181, 186 (1967)) (internal
12 quotations omitted). But the union was dismissed with prejudice in the earlier related action
13 in front of Judge Burns, see Case No. 09-cv-819-LAB-WMC (ECF No. 8), so Plaintiff would
14 not be able to maintain a Section 301 claim in any event in the absence of the union as a
15 defendant.

16 Accordingly, the Court **GRANTS** summary judgment for Defendants as to Plaintiff’s
17 sixth, seventh, and eighth causes of action.

18 19 **F. Defamation**

20 Plaintiff’s ninth and final cause of action is for defamation. Specifically, Plaintiff
21 alleges that Defendant Revier defamed her by telling Plaintiff’s Laboratory Manager and
22 others that Plaintiff created a “wrong” reagent⁴ and/or that Plaintiff created the Innovin
23 reagent “incorrectly.”

24 To the extent that Plaintiff’s claim is based on Defendant Revier’s original statement
25 during the October 15, 2007 meeting, it is barred by the one-year statute of limitations, since
26 Plaintiff did not file this action until November 12, 2008. See Cal. Civ. Proc. Code § 340.

27
28 ⁴ According to her deposition testimony, Defendant Revier concluded as a result of
her investigation into the erroneous test results that Plaintiff had created the wrong reagent
(namely, Thrombin instead of Innovin).

1 However, Plaintiff argues that the statements were republished on November 13, 2007 when
2 Plaintiff was terminated, and that this republication constitutes an independent claim for
3 defamation. Plaintiff also claims that she was under a “strong compulsion” to republish the
4 statements to potential employers during job interviews. See McKinney v. County of Santa
5 Clara, 110 Cal. App. 3d 787, 797-98, 168 Cal. Rptr. 89, 94 (Ct. App. 1980) (finding that
6 defendant could be liable for plaintiff’s foreseeable republication of defamatory statements
7 where plaintiff was under a “strong compulsion” to do so). It is well-established under
8 California law that parties have a separate cause of action every time the defamatory matter
9 is published. See, e.g., Schneider v. United Airlines, Inc., 208 Cal. App. 3d 71, 76, 256 Cal.
10 Rptr. 71, 74 (Ct. App. 1989).

11 However, Plaintiff has not offered any evidence that she was compelled to republish
12 the statements to prospective employers. Moreover, Defendants have offered evidence that
13 the only information they disclose to prospective employers is the former employee’s most
14 recent hire date, original hire date, job title and termination date. See Caraveo Decl. (ECF
15 No. 29-1) ¶2. They do not provide information regarding the circumstances of the former
16 employee’s termination, including whether it was voluntary or involuntary. Id.

17 Defendants also contend that the statements are privileged under California Civil
18 Code 47(c), which protects any communication made “without malice, to a person interested
19 therein, (1) by one who is also interested, or (2) by one who stands in such a relation to the
20 person interested as to afford a reasonable ground for supposing the motive for the
21 communication to be innocent, or (3) who is requested by the person interested to give
22 the information.” If the privilege arises under Section 47(c), it is a “complete defense” to
23 defamation. Brown v. Kelly Broad. Co., 48 Cal. 3d 711, 723 n.7, 771 P.2d 406 (1989).

24 Statements made about an employee’s job performance within the employment
25 context – including statements to prospective employers – are generally privileged as
26 between interested persons as long as such statements are made without malice. See, e.g.,
27 Deaile v. Gen. Tel. Co. of California, 40 Cal. App. 3d 841, 846-47 (Ct. App. 1974) (finding
28 that employer’s statements made to plaintiff’s coworkers regarding the reasons for her forced

1 retirement were privileged because they were made by and to interested persons); Cuenca
2 v. Safeway San Francisco Employees Fed. Credit Union, 180 Cal. App. 3d 985, 996 (Ct.
3 App. 1986) (finding that defendant's allegedly defamatory statements were "directly relevant"
4 to plaintiff's ability to perform her job and were therefore of direct interest to the supervisory
5 committee); Noel v. River Hills Wilsons, Inc., 113 Cal. App. 4th 1363, 1371 (2003) (finding
6 that statements to prospective employer about former employee protected by common
7 interest privilege). Thus, unless Plaintiff can show that Defendant Revier acted with malice
8 in making the statements, or that the employees who republished them in her termination
9 statement and at the November 13, 2007 meeting did so with malice, her defamation claim
10 fails.

11 Malice is established "by a showing that the publication was motivated by hatred or
12 ill will towards the plaintiff or by a showing that the defendant lacked reasonable ground for
13 belief in the truth of the publication and thereafter acted in reckless disregard of the plaintiff's
14 rights." Hawran v. Hixson, 209 Cal. App. 4th 256, 288, 147 Cal. Rptr. 3d 88, 115 (2012),
15 review filed (Oct. 24, 2012) (internal quotations omitted; emphasis in original). Defendant
16 Revier's description of her investigation at her deposition, see Def. Reply Separate
17 Statement of Undisputed Material Facts (ECF No. 29-2) ¶¶ 50-55, amply demonstrates that
18 she had reasonable ground for belief in the truth of the publication. Plaintiff stresses the fact
19 that Defendant Revier disposed of the reagent once she concluded that it should not be
20 used, thus preventing testing by anyone else. But this by itself is inconclusive, and Plaintiff
21 has not otherwise offered any evidence to show that Defendant Revier did not in fact
22 conduct the investigation. Nor has she offered any evidence to show that the managers
23 responsible for her termination did not have reasonable grounds to believe that an
24 investigation was conducted.

25 Thus, in order to preserve her claim for defamation, Plaintiff must show that
26 Defendant Revier or the employees who republished the statements were motivated by
27 hatred or ill will towards Plaintiff. But aside from bare conclusory allegations, Plaintiff has
28 not offered any evidence to this effect. Therefore, Plaintiff's defamation claim fails, and the

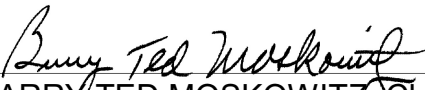
1 Court **GRANTS** Defendants summary judgment on this claim.

2
3 **IV. CONCLUSION**

4 For the reasons above, the Court **GRANTS** Defendants' motion for summary
5 judgment on all counts and **DISMISSES** the action with prejudice.

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7 **IT IS SO ORDERED.**

8 DATED: January 3, 2013

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10 BARRY TED MOSKOWITZ, Chief Judge
11 United States District Court
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